

Greater Cleveland Regional Transit Authority



2021 General Fund Amendment and 2022 Tax Budget

Operational Planning & Infrastructure Committee

July 14, 2020

Office of Management & Budget

Agenda

- 2021 General Fund Amendment
- 2022 Tax Budget
- Public Hearing

Proposed 2021 General Fund Budget Amendment

Greater Cleveland Regional Transit Authority



Proposed Increases

- Federal Stimulus Funding \$75.4 million
 - CRRSAA 7.4 million
 - ARP 68.1 million
- Health Care/Prescription 3 million
 - Compound Drug Settlement: 1.9 million
 - Additional increase: 1.1 million
- Transfers to other funds 0.1 million
 - Insurance Fund 0.1 million
 - Bond Retirement Fund 62.0 million (for bonds defeasance)



Appropriated Revenues

(in Millions)	Current Budget Appropriation	Proposed Amendment	Variance
Passenger Fares	\$27.81	\$27.81	\$0.00
Sales & Use Tax	215.72	215.72	0.00
Preventive Maintenance Reimbursement	16.50	16.50	0.00
Other Reimbursed Expenditures	2.93	2.93	0.00
Advertising, Investment Income, Other	5.21	5.21	0.00
CRRSAA	60.00	67.42	7.42
ARP	0.00	68.01	68.01
Total	\$328.17	\$403.60	\$75.43



Appropriated Expenditures

Operating Expenditures (in Millions)	Current Budget Appropriation	Proposed Amendment	Variance
Salaries & Wages	\$143.38	\$143.38	\$0.00
Payroll Taxes, Health Care, Fringes	54.27	57.27	3.00)
Fuel & Utilities	13.80	13.80	0.00
Inventory, Services, Materials, Supplies	34.26	34.26	0.00
Purchased Transportation	9.85	9.85	0.00
Other Expenditures	6.92	6.92	0.00
Total Operating Expenditures	\$262.48	\$265.48	\$3.00



Appropriated Expenditures, Cont.

Transfers to Other Funds (in Millions)	Current Budget Appropriation	Proposed Amendment	Variance
Transfer to the Reserve Fund	\$10.87	\$10.87	\$0.00
Transfer to Pension Fund	0.05	0.05	0.00
Transfer to Insurance Fund	2.00	2.10	0.10
Transfer to Bond Retirement Fund (June)	75.84	75.84	0.00
Transfer to Capital	43.40	43.40	0.00
Total Transfers To Other Funds	\$132.16	\$132.26	\$0.10



Proposed 2021 Amended Budget

(in Millions)	Current Budget Appropriation	Proposed Amendment	Variance
Beginning Balance	\$133.58	133.58	\$0.00
Total Revenues	328.17	403.59	75.43
Total Resources	461.75	537.17	75.43
Operating Expenditures	262.48	265.48	3.00
Transfers to Other Funds	132.16	132.26	0.10
Total Expenditures	394.64	397.74	3.10
Estimated Available Ending Balance	\$67.11	\$139.43	\$72.33



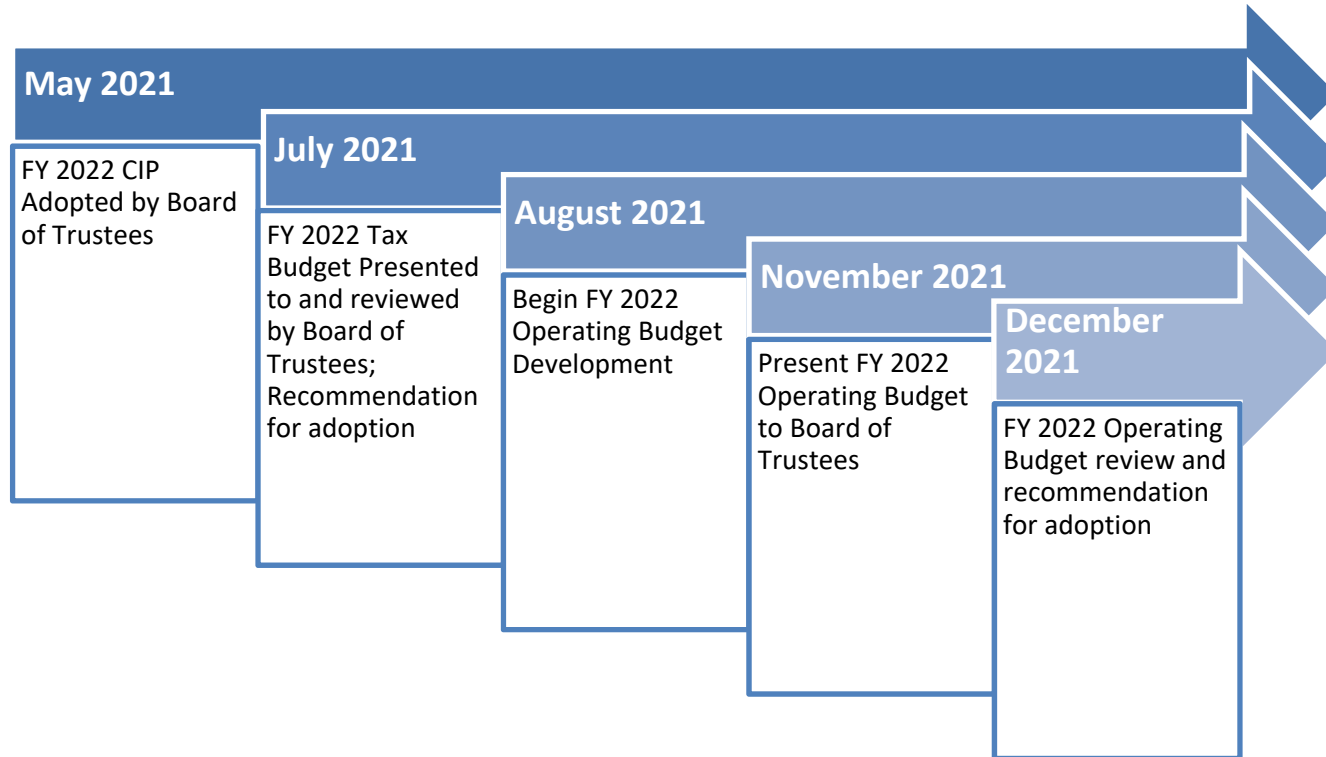
Staff requests that the Operational Planning & Infrastructure Committee recommend the FY 2021 Proposed Budget Amendment to the Full Board for approval

2022 Tax Budget

Greater Cleveland Regional Transit Authority



FY 2022 Budget Schedule



2022 Economic Assumptions

- Inflation 2.5%
- Interest Rates 2.0%
- Federal Assistance (ARP) \$68.0 million
- Ridership modest growth
- Service Levels NeXtGen
- Sales Tax modest growth
- Wage Increases largely contractual

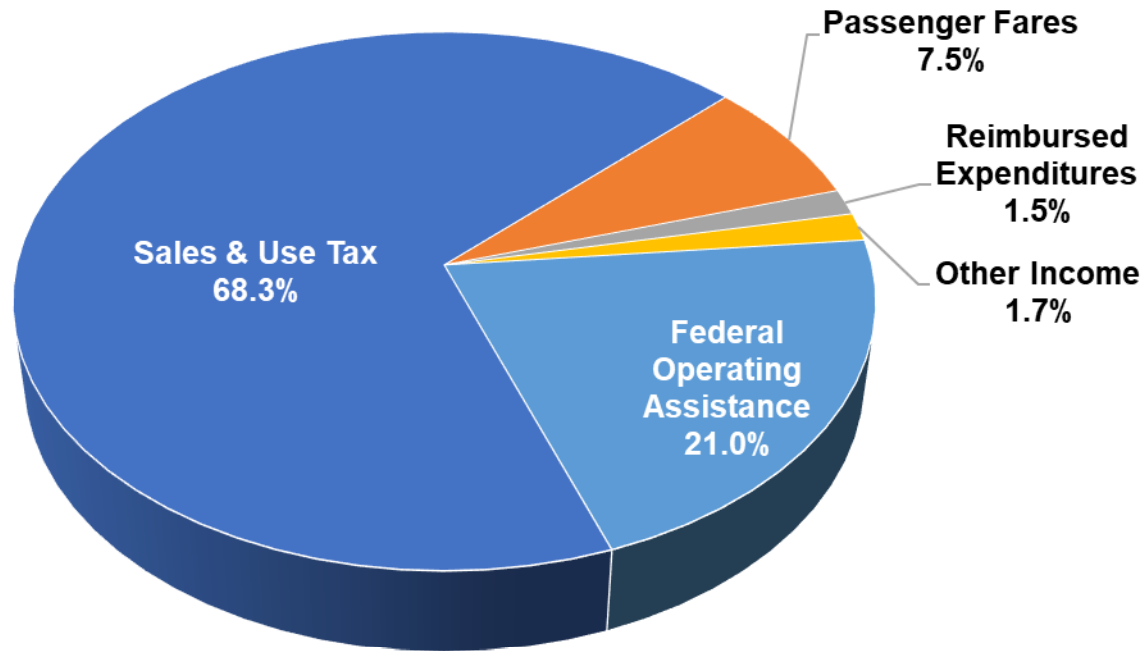


Revenues

(in Millions)	2020 Actual	2021 Estimate	2022 Tax Budget
Passenger Fares	\$24.04	\$24.03	\$24.27
Sales & Use Tax	210.15	217.32	221.67
Federal Operating Assistance (CARES Act)	111.98	0.00	0.00
Federal Operating Assistance (CRRSAA)	0.00	67.42	0.00
Federal Operating Assistance (ARP)	0.00	68.01	68.01
Preventive Maintenance Reimbursement	20.00	8.80	1.00
Other Reimbursed Expenditures	6.96	8.40	4.00
Advertising, Investment Income, Other	3.40	3.64	5.40
Total Revenues	\$376.53	\$397.63	\$324.34



2022 Tax Budget Revenues

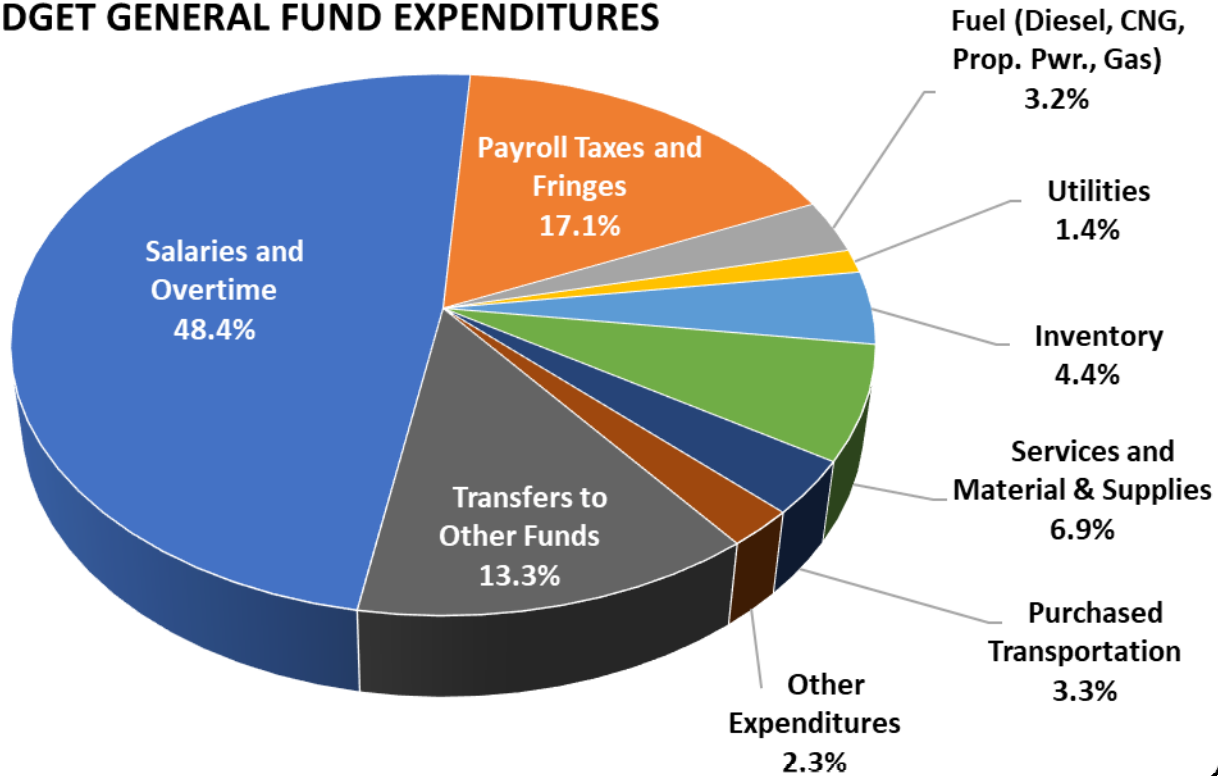


Expenditures

(in Millions)	2020 Actual	2021 Estimate	2022 Tax Budget
Salaries and Overtime	\$138.67	\$140.81	\$146.65
Payroll Taxes & Fringe Benefits	52.14	54.99	51.73
Fuel & Utilities	12.36	13.49	13.84
Inventory	13.34	14.78	13.20
Services, Materials, Supplies	18.81	20.25	20.80
Purchased Transportation	7.60	8.28	9.86
Other Expenditures	3.78	6.32	6.85
Transfers	37.83	113.54	40.22
Total Expenditures	\$284.53	\$372.47	\$303.16



2022 TAX BUDGET GENERAL FUND EXPENDITURES



2022 Tax Budget

(in Millions)	2020 Actual	2021 Estimate	2022 Tax Budget
Beginning Balance	\$41.58	\$133.58	\$158.74
Total Revenues	376.53	397.63	324.34
Total Resources	418.11	531.21	483.08
Operating Expenditures	246.70	258.93	262.95
Transfers to Other Funds	37.83	113.54	40.22
Total Operating Expenditures	284.53	372.47	303.17
Estimated Available Ending Balance	\$133.58	\$158.74	\$179.91



2022 Tax Budget

(in Millions)	2022 Tax Budget	2023 Plan	2024 Plan
Beginning Balance	\$158.74	\$179.91	\$133.43
Total Revenues	324.34	261.59	267.52
Total Resources	483.08	441.50	400.95
Operating Expenditures	262.95	267.09	271.36
Transfers to Other Funds	40.22	40.98	39.76
Total Operating Expenditures	303.17	308.07	311.12
Estimated Available Ending Balance	\$179.91	\$133.43	\$89.83



Use of Sales & Use Tax

- Annualized NeXt Gen service
- Labor Stability
- Increase Capital Investments
- Reduce Capital Backlog

Public Hearing
Call 440-276-4600 or email
comments to Public-Comment@gcrta.org

Greater Cleveland Regional Transit Authority



Staff requests that the Operational Planning & Infrastructure Committee recommend the FY 2022 Tax Budget to the Full Board for approval